BUDGET CHANGE PROPOSAL SUMMARY CHART
August 13, 2010

Budget Items	2011/2012				2012/2013			
	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio

Permanent Establishment of the Statewide Compliance and Outreach Program (SCOP)

This proposal requests funding to convert 147.0 limited-term positions to permanent in order to continue the Statewide Compliance and Outreach Program (SCOP). This program was created to identify and register entities who are actively conducting business in California and selling tangible personal property without a seller's permit. This assists in the Legislature's intent to close the $1.5 billion tax gap without increasing taxes.

	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio
	147.0	$14,153	$61,978	4.4:1	147.0	$14,119	$61,978	4.4:1

Enhancing Tax Compliance

This proposal seeks expansion of the audit and collection programs as a result of the increasing number of productive audit leads and collection cases that, without increased staffing levels, cannot be addressed. Adds resources to enter into agreements with out-of-state attorneys to collect debt; and resources to allow participation in the High Intensity Financial Crimes Area (HIFCA) Task Force, which will also contribute to the collection efforts, further addressing BOE's current $1billion accounts receivable.

Components:

	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio
1. Collection Program Enhancement (SUTD)	62.5	$6,244	$29,764	*4.8:1*	66.5	$5,962	$29,764	*5.0:1*
2. Alcoholic Beverage Tax Audit Program (PSTD):	5.0	$668	$2,881	*4.3:1*	5.0	$613	$2,881	*4.7:1*
3: High Intensity Financial Crimes Area (HIFCA) Task Force:	7.0	$973	$3,621	*3.7:1*	9.0	$1,164	$5,850	*5.0:1*
Total Proposal:	**74.5**	**$7,885**	**$36,266**	**4.6:1**	**80.5**	**$7,739**	**$38,495**	**5.0:1**

Board of Equalization: Offices of the Future

This proposal requests funding to relocate the BOE 450 N Street Headquarters and implement a new district/field office space footprint, starting with the San Diego/San Marcos Offices. This will allow BOE to meet its business operational needs, protect the health and safety of employees, avoid or reduce additional repair costs; while the Department of General Services (DGS) determines what is in the best interest of the State in either selling or maintaining the 450 N Street building.

	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio
	N/A	$1,299	N/A		N/A	$990	N/A	

BOE Rent Increase (Placeholder)

This proposal is necessary to provide a budget augmentation should the State Treasurer sell bonds, resulting in an increase in the BOE headquarters rent.

	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio	Positions	Cost (000's)	Revenues (000's)	Benefit to Cost Ratio
	N/A	$2,336	N/A		N/A	$2,336	N/A	
	221.5	$25,673	$98,244		227.5	$25,184	$100,473	